

**INSURANCE REGULATORY TRUST FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2004**

	March-04					December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended	5 Years Ended
	Market Value	Allocation	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation	Policy	Quarter Net ROR	Market Value	Allocation	Policy	Quarter Net ROR	Net	Net	6/30/2003 Net	6/30/2003 Net
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
Los Angeles Capital	15,543	0.8%	1.5%	-0.34%	-1.86%	14,955	1.6%	1.5%	9.12%	13,701	1.5%	1.5%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
<b>Total Structured Growth</b>	<b>15,543</b>	<b>0.8%</b>	<b>1.5%</b>	<b>-0.34%</b>	<b>-1.86%</b>	<b>14,955</b>	<b>1.6%</b>	<b>1.5%</b>	<b>9.12%</b>	<b>13,701</b>	<b>1.5%</b>	<b>1.5%</b>	<b>4.99%</b>	<b>14.17%</b>	<b>-1.88%</b>	<b>-21.24%</b>	<b>-6.07%</b>
<i>Russell 1000 Growth</i>				0.79%	-1.86%				10.41%				3.92%	15.64%	2.94%	-21.54%	-5.03%
<i>Structured Value</i>																	
<b>LSV</b>	<b>15,378</b>	<b>0.8%</b>	<b>1.5%</b>	<b>6.22%</b>	<b>0.25%</b>	<b>15,106</b>	<b>1.6%</b>	<b>1.5%</b>	<b>15.66%</b>	<b>13,078</b>	<b>1.4%</b>	<b>1.5%</b>	<b>3.75%</b>	<b>27.46%</b>	<b>-2.25%</b>	<b>8.84%</b>	<b>3.73%</b>
<i>Russell 1000 Value</i>				3.03%	-0.88%				14.19%				2.06%	20.08%	-1.02%	-0.19%	1.05%
<i>S&amp;P 500 Index</i>																	
State Street	6,190			1.68%	-1.51%	67,689			12.16%	60,344			2.64%	17.05%	0.23%	-11.28%	-1.69%
Transition Account	62,551			N/A	N/A	N/A			N/A	N/A			N/A	N/A	N/A	N/A	N/A
<b>Total Index</b>	<b>68,741</b>	<b>3.5%</b>	<b>7.0%</b>	<b>1.68%</b>	<b>-1.51%</b>	<b>67,689</b>	<b>7.1%</b>	<b>7.0%</b>	<b>12.16%</b>	<b>60,344</b>	<b>6.6%</b>	<b>7.0%</b>	<b>2.64%</b>	<b>17.05%</b>	<b>0.23%</b>	<b>-11.28%</b>	<b>-1.69%</b>
<i>S&amp;P 500</i>				1.69%	-1.51%				12.18%				2.64%	17.10%	0.25%	-11.20%	-1.62%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>99,662</b>	<b>5.0%</b>	<b>10.0%</b>	<b>2.91%</b>	<b>-0.45%</b>	<b>97,750</b>	<b>10.2%</b>	<b>10.0%</b>	<b>12.20%</b>	<b>87,122</b>	<b>9.5%</b>	<b>10.0%</b>	<b>3.15%</b>	<b>19.11%</b>	<b>-0.48%</b>	<b>-9.33%</b>	<b>-1.90%</b>
<i>S&amp;P 500</i>				1.69%	-1.51%				12.18%				2.64%	17.10%	0.25%	-11.20%	-1.62%
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
<b>SEI</b>	<b>49,413</b>	<b>2.5%</b>	<b>5.0%</b>	<b>6.61%</b>	<b>1.37%</b>	<b>49,201</b>	<b>5.1%</b>	<b>5.0%</b>	<b>14.82%</b>	<b>42,842</b>	<b>4.7%</b>	<b>5.0%</b>	<b>9.48%</b>	<b>34.03%</b>	<b>0.09%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				6.78%	1.10%				15.07%				9.60%	34.67%	0.36%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>49,413</b>	<b>2.5%</b>	<b>5.0%</b>	<b>6.61%</b>	<b>1.37%</b>	<b>49,201</b>	<b>5.1%</b>	<b>5.0%</b>	<b>14.82%</b>	<b>42,842</b>	<b>4.7%</b>	<b>5.0%</b>	<b>9.48%</b>	<b>34.03%</b>	<b>0.09%</b>	<b>-3.49%</b>	<b>1.64%</b>
<i>Russell 2000</i>				6.26%	0.93%				14.52%				9.07%	32.73%	-1.63%	-3.30%	0.97%
<b>CONVERTIBLES</b>																	
<b>TCW</b>	<b>97,133</b>	<b>4.9%</b>	<b>10.0%</b>	<b>2.50%</b>	<b>-0.48%</b>	<b>99,921</b>	<b>10.4%</b>	<b>10.0%</b>	<b>9.98%</b>	<b>90,847</b>	<b>9.9%</b>	<b>10.0%</b>	<b>1.85%</b>	<b>14.82%</b>	<b>10.23%</b>	<b>-9.51%</b>	<b>3.90%</b>
<i>First Boston Convertible Index</i>				2.57%	0.44%				8.54%				2.67%	14.30%	15.46%	-3.77%	5.29%
<b>INTERNATIONAL EQUITY</b>																	
<i>Large Cap - Active</i>																	
<b>Capital Guardian</b>	<b>81,311</b>	<b>4.1%</b>	<b>8.0%</b>	<b>3.50%</b>	<b>0.08%</b>	<b>77,278</b>	<b>8.1%</b>	<b>8.0%</b>	<b>13.03%</b>	<b>68,095</b>	<b>7.4%</b>	<b>8.0%</b>	<b>8.14%</b>	<b>26.51%</b>	<b>-10.31%</b>	<b>-15.85%</b>	<b>0.02%</b>
<i>MSCI EAFE - 50% Hedged</i>				4.09%	0.33%				13.15%				6.58%	25.53%	-11.24%	-15.51%	-5.33%
<i>Small Cap - Value</i>																	
<b>Lazard</b>	<b>10,922</b>	<b>0.6%</b>	<b>1.0%</b>	<b>8.63%</b>	<b>2.10%</b>	<b>9,897</b>	<b>1.0%</b>	<b>1.0%</b>	<b>14.50%</b>	<b>9,243</b>	<b>1.0%</b>	<b>1.0%</b>	<b>9.92%</b>	<b>36.72%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Citigroup Broad Market Index &lt; \$2BN</i>				12.80%	5.20%				13.31%				15.95%	48.20%	N/A	N/A	N/A
<i>Small Cap - Growth</i>																	
<b>Vanguard</b>	<b>10,255</b>	<b>0.5%</b>	<b>1.0%</b>	<b>10.37%</b>	<b>2.31%</b>	<b>10,620</b>	<b>1.1%</b>	<b>1.0%</b>	<b>14.06%</b>	<b>8,967</b>	<b>1.0%</b>	<b>1.0%</b>	<b>14.95%</b>	<b>44.72%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				12.80%	5.20%				13.31%				15.95%	48.20%	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>102,488</b>	<b>5.2%</b>	<b>10.0%</b>	<b>4.76%</b>	<b>0.51%</b>	<b>97,795</b>	<b>10.2%</b>	<b>10.0%</b>	<b>13.28%</b>	<b>86,305</b>	<b>9.4%</b>	<b>10.0%</b>	<b>8.97%</b>	<b>29.32%</b>	<b>-9.20%</b>	<b>-15.51%</b>	<b>0.27%</b>
<i>MSCI EAFE - 50% Hedged</i>				4.09%	0.33%				13.15%				6.58%	25.53%	-11.24%	-15.51%	-5.33%
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
<b>Western Asset</b>	<b>150,957</b>	<b>7.6%</b>	<b>15.0%</b>	<b>2.96%</b>	<b>0.81%</b>	<b>146,940</b>	<b>15.3%</b>	<b>15.0%</b>	<b>1.62%</b>	<b>150,661</b>	<b>16.4%</b>	<b>15.0%</b>	<b>-0.16%</b>	<b>4.45%</b>	<b>12.77%</b>	<b>11.23%</b>	<b>8.12%</b>
<i>Lehman Aggregate</i>				2.66%	0.75%				0.32%				-0.14%	2.83%	10.39%	10.07%	7.54%
<i>Index</i>																	
<b>Bank of ND</b>	<b>83,065</b>	<b>4.2%</b>	<b>9.0%</b>	<b>3.01%</b>	<b>0.95%</b>	<b>78,741</b>	<b>8.2%</b>	<b>9.0%</b>	<b>0.07%</b>	<b>82,417</b>	<b>9.0%</b>	<b>9.0%</b>	<b>-0.46%</b>	<b>2.61%</b>	<b>13.26%</b>	<b>10.87%</b>	<b>7.78%</b>
<i>Lehman Gov/Credit</i>				3.08%	0.92%				-0.03%				-0.50%	2.54%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																	
<b>Strong</b>	<b>61,213</b>	<b>3.1%</b>	<b>6.0%</b>	<b>3.30%</b>	<b>1.02%</b>	<b>60,824</b>	<b>6.3%</b>	<b>6.0%</b>	<b>1.46%</b>	<b>63,158</b>	<b>6.9%</b>	<b>6.0%</b>	<b>0.02%</b>	<b>4.82%</b>	<b>17.91%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				3.41%	0.97%				1.22%				0.27%	4.96%	18.33%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>295,235</b>	<b>14.9%</b>	<b>30.0%</b>	<b>3.05%</b>	<b>0.89%</b>	<b>286,505</b>	<b>29.9%</b>	<b>30.0%</b>	<b>1.15%</b>	<b>296,237</b>	<b>32.3%</b>	<b>30.0%</b>	<b>-0.21%</b>	<b>3.99%</b>	<b>13.18%</b>	<b>10.80%</b>	<b>7.81%</b>
<i>Lehman Gov/Credit</i>				3.08%	0.92%				-0.03%				-0.50%	2.54%	13.14%	10.82%	7.83%
<b>CASH EQUIVALENTS</b>																	
<b>Bank of ND</b>	<b>1,336,646</b>	<b>67.5%</b>	<b>35.0%</b>	<b>0.29%</b>	<b>0.10%</b>	<b>326,950</b>	<b>34.1%</b>	<b>35.0%</b>	<b>0.29%</b>	<b>314,187</b>	<b>34.2%</b>	<b>35.0%</b>	<b>0.30%</b>	<b>0.88%</b>	<b>1.57%</b>	<b>3.26%</b>	<b>4.15%</b>
<i>90 Day T-Bill</i>				0.24%	0.08%				0.26%				0.25%	0.74%	1.52%	3.33%	4.08%
<b>TOTAL INSURANCE REGULATORY TRUST</b>	<b>1,980,577</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.28%</b>	<b>0.23%</b>	<b>958,122</b>	<b>100.0%</b>	<b>100.0%</b>	<b>4.51%</b>	<b>917,540</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.98%</b>	<b>9.01%</b>	<b>6.74%</b>	<b>1.72%</b>	<b>4.85%</b>
<i>POLICY TARGET BENCHMARK</i>				2.15%	0.28%				4.11%				1.61%	8.06%	4.94%	1.35%	3.99%

NOTE: Monthly returns and market values are preliminary and subject to change.